Performance-Based Payments

Lesson 1: Introduction

Contract Financing Modules

- Progress Payments
- **Performance-Based Payments**
- Cost Vouchers
- Commercial Item Financing
- Advance Payments (self study guide)

Module Objectives

- After this module, you should be able to:
  - Explain what Performance-Based Payment (PBP) financing **is** and what it **is not**
  - Cite the regulations and related financing policies that govern the use and administration of Performance-Based Payments
  - Determine when Performance-Based Payments are the appropriate form of financing to employ

Module Objectives (cont'd)

- After this module, you should be able to:
  - Discuss the benefits and risks, to both Government and contractor, in using Performance-Based Payment financing
  - Explain how to determine what constitutes a meaningful payment event, how to establish an appropriate event value, and what should be considered in setting "realistic" event completion criteria

Module Objectives (cont'd)

- After this module, you should be able to:
  - Outline the overall process for effectively administering a contract that provides for Performance-Based Payments

Introduction

What is your experience with Performance-Based Payments?

Introduction

Questions?

Expectations?

Module Logistics

- Process: 147 Performance-Based Payments
- Program:
  - NTR04 Training & Travel – Attend Classroom Training
  - NTRA2 Training & Travel - Travel for Attending Classroom Training